

MACQUARIE BANK LIMITED
(ABN 46 008 583 542)
(Incorporated under the laws of the Australia)

NOTICE TO WARRANTHOLDERS

- To : (1) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 11000 MBECW150528)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 12500 MBECW150528)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24200 MB ECW150528)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24800 MB ECW150528)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 25400 MB ECW150528)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 27000 MB ECW150528)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 27800 MB ECW150528)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 28600 MB ECW150528)
- (9) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 29400 MB ECW150528)
- (10) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 9200 MBEPW150528)
- (11) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 10600 MBEPW150528)

- (12) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24000 MB EPW150528)
- (13) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24600 MB EPW150528)
- (14) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 26600 MB EPW150528)
- (15) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 27400 MB EPW150528)

Notice is hereby given by Macquarie Bank Limited (“**Macquarie**” or the “**Issuer**”) in respect of:

- (a) the European Style Index Call Warrants relating to the FTSE China A50 Index (FTSECHINAA50 11000 MBECW150528) (the “**FTSECHINAA50 11000 Call Warrants**”);
- (b) the European Style Index Call Warrants relating to the FTSE China A50 Index (FTSECHINAA50 12500 MBECW150528) (the “**FTSECHINAA50 12500 Call Warrants**”);
- (c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 24200 MB ECW150528) (the “**HSI 24200 Call Warrants**”);
- (d) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 24800 MB ECW150528) (the “**HSI 24800 Call Warrants**”);
- (e) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 25400 MB ECW150528) (the “**HSI 25400 Call Warrants**”);
- (f) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 27000 MB ECW150528) (the “**HSI 27000 Call Warrants**”);
- (g) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 27800 MB ECW150528) (the “**HSI 27800 Call Warrants**”);
- (h) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 28600 MB ECW150528) (the “**HSI 28600 Call Warrants**”);
- (i) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 29400 MB ECW150528) (the “**HSI 29400 Call Warrants**”);

- (j) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 9200 MBEPW150528) (the "**FTSECHINAA50 9200 Put Warrants**");
- (k) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 10600 MBEPW150528) (the "**FTSECHINAA50 10600 Put Warrants**");
- (l) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 24000 MB EPW150528) (the "**HSI 24000 Put Warrants**");
- (m) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 24600 MB EPW150528) (the "**HSI 24600 Put Warrants**");
- (n) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 26600 MB EPW150528) (the "**HSI 26600 Put Warrants**"); and
- (o) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 27400 MB EPW150528) (the "**HSI 27400 Put Warrants**")

(together, the "**Warrants**") on the following:

Terms defined or construed in (1) the Supplemental Listing Document dated 11 December 2014 in relation to the FTSECHINAA50 11000 Call Warrants, FTSECHINAA50 9200 Put Warrants, (2) the Supplemental Listing Document dated 24 December 2014 in relation to the FTSECHINAA50 12500 Call Warrants, (3) the Supplemental Listing Document dated 30 December 2014 in relation to the FTSECHINAA50 10600 Put Warrants, (4) the Supplemental Listing Document dated 23 March 2015 in relation to the HSI 24200 Call Warrants, HSI 24800 Call Warrants, HSI 24000 Put Warrants, (5) the Supplemental Listing Document dated 07 April 2015 in relation to the HSI 25400 Call Warrants, HSI 24600 Put Warrants, (6) the Supplemental Listing Document dated 13 April 2015 in relation to the HSI 27000 Call Warrants, HSI 27800 Call Warrants, HSI 26600 Put Warrants, (7) the Supplemental Listing Document dated 14 April 2015 in relation to the HSI 28600 Call Warrants, HSI 27400 Put Warrants, (8) the Supplemental Listing Document dated 16 April 2015 in relation to the HSI 29400 Call Warrants issued by Macquarie bear the same meaning and construction in this Notice.

EXPIRY OF WARRANTS

In accordance with the terms and conditions of the Warrants, the Warrants have expired on the following date:

Warrant	Expiry Date	Exercise Price/Strike Level	Conversion Ratio (number of shares per Warrant)
FTSECHINAA50 11000 Call Warrants	28 May 2015	11,000	0.000125
FTSECHINAA50 12500 Call Warrants	28 May 2015	12,500	0.000125
HSI 24200 Call Warrants	28 May 2015	24,200	0.001000
HSI 24800 Call Warrants	28 May 2015	24,800	0.001000
HSI 25400 Call Warrants	28 May 2015	25,400	0.001000
HSI 27000 Call Warrants	28 May 2015	27,000	0.001000
HSI 27800 Call Warrants	28 May 2015	27,800	0.001000

HSI 28600 Call Warrants	28 May 2015	28,600	0.001000
HSI 29400 Call Warrants	28 May 2015	29,400	0.001000
FTSECHINAA50 9200 Put Warrants	28 May 2015	9,200	0.000125
FTSECHINAA50 10600 Put Warrants	28 May 2015	10,600	0.000125
HSI 24000 Put Warrants	28 May 2015	24,000	0.001000
HSI 24600 Put Warrants	28 May 2015	24,600	0.001000
HSI 26600 Put Warrants	28 May 2015	26,600	0.001000
HSI 27400 Put Warrants	28 May 2015	27,400	0.001000

The Warrants are cash-settled warrants which entitle a Warrantholder to be paid a cash settlement amount (if positive) (the “**Cash Settlement Amount**”) in accordance with the terms and conditions of the Warrants.

Warrantholders will not be required to deliver an exercise notice. If the Cash Settlement Amount (less any Exercise Expenses) is positive, all Warrants will be deemed to have been automatically exercised at 12:00 noon (Singapore time) on the Expiry Date (or if the Valuation Date falls after the Expiry Date, the Expiry Date shall be the Business Day following the Valuation Date). The Cash Settlement Amount less the Exercise Expenses in respect of the Warrants will be paid in the manner set out in the terms and conditions of the Warrants. In the event the Cash Settlement Amount (less any Exercise Expenses) is zero or negative, all Warrants will be deemed to have expired at 12:00 noon (Singapore time) on the Expiry Date (or if the Valuation Date falls after the Expiry Date, the Expiry Date shall be the Business Day following the Valuation Date) and Warrantholders will not be entitled to receive any payment from the Issuer in respect of the Warrants.

As the Cash Settlement Amounts (less any Exercise Expenses) for the FTSECHINAA50 11000 Call Warrants, the FTSECHINAA50 12500 Call Warrants, the HSI 24200 Call Warrants, the HSI 24800 Call Warrants, the HSI 25400 Call Warrants and the HSI 27000 Call Warrants are positive, the FTSECHINAA50 11000 Call Warrants, the FTSECHINAA50 12500 Call Warrants, the HSI 24200 Call Warrants, the HSI 24800 Call Warrants, the HSI 25400 Call Warrants and the HSI 27000 Call Warrants are deemed to have been automatically exercised at 12:00 noon (Singapore time) on 28 May 2015.

As the Cash Settlement Amounts (less any Exercise Expenses) for the HSI 27800 Call Warrants, the HSI 28600 Call Warrants, the HSI 29400 Call Warrants, the FTSECHINAA50 9200 Put Warrants, the FTSECHINAA50 10600 Put Warrants, the HSI 24000 Put Warrants, the HSI 24600 Put Warrants, the HSI 26600 Put Warrants and the HSI 27400 Put Warrants are zero, the HSI 27800 Call Warrants, the HSI 28600 Call Warrants, the HSI 29400 Call Warrants, the FTSECHINAA50 9200 Put Warrants, the FTSECHINAA50 10600 Put Warrants, the HSI 24000 Put Warrants, the HSI 24600 Put Warrants, the HSI 26600 Put Warrants and the HSI 27400 Put Warrants are deemed to have expired at 12:00 noon (Singapore time) on 28 May 2015 and the Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the HSI 27800 Call Warrants, the HSI 28600 Call Warrants, the HSI 29400 Call Warrants, the FTSECHINAA50 9200 Put Warrants, the FTSECHINAA50 10600 Put Warrants, the HSI 24000 Put Warrants, the HSI 24600 Put Warrants, the HSI 26600 Put Warrants and the HSI 27400 Put Warrants.

Accordingly, a holder of a Warrant is entitled to receive (less any Exercise Expenses):

Warrant	Cash Settlement Amount per Warrant ¹
FTSECHINAA50 11000 Call Warrants	SGD 0.42219
FTSECHINAA50 12500 Call Warrants	SGD 0.16926
HSI 24200 Call Warrants	SGD 0.59247
HSI 24800 Call Warrants	SGD 0.48807
HSI 25400 Call Warrants	SGD 0.38367
HSI 27000 Call Warrants	SGD 0.10527
HSI 27800 Call Warrants	SGD 0
HSI 28600 Call Warrants	SGD 0
HSI 29400 Call Warrants	SGD 0
FTSECHINAA50 9200 Put Warrants	SGD 0
FTSECHINAA50 10600 Put Warrants	SGD 0
HSI 24000 Put Warrants	SGD 0
HSI 24600 Put Warrants	SGD 0
HSI 26600 Put Warrants	SGD 0
HSI 27400 Put Warrants	SGD 0

which will be paid in the manner set out in the terms and conditions of each of the Warrants.

Queries regarding the Notice may be directed to our toll-free hotline at 1800 288 2880.

Issued by
MACQUARIE BANK LIMITED

28 May 2015

¹ Warrantholders will be paid the aggregate Cash Settlement Amount less any Exercise Expenses.